AIRPORT GRANT PROGRAM STATUS

What is the current status of the California Aid to Airports Program (C.A.A.P.)?

Due to a <u>decrease</u> of approximately 25 percent from historic revenue amounts used to fund the State Aeronautics Account and \$4.0M transferred to the State General Fund in FY 2009-10, all grants administered by the California Department of Transportation, Division of Aeronautics, will be affected. The following is what should be expected for Fiscal Year 2012-13:

The Acquisition and Development (A&D) Grants - The Department will not be able to fund the majority of projects programmed for FY 2012–13.

The Airport Improvement Program (AIP) Matching Grants –AIP Matching Grant applications that are funded in FY 2012-13 will be delayed until the funds are available.

Please keep in mind that a project should not begin construction until after the *Grant Agreement* with the Department has been fully executed.

The Annual Credit Grants - Annual Credit Grants will be funded, however disbursement requests for FY 2012-13 cannot be processed until the funds are available. Funds are anticipated to be available toward the end of calendar year 2012. All eligible agencies who have completed annual certification process <u>and</u> have applied for disbursement will receive their \$10,000 credit at that time. [Note: Annual Credits from the four previous fiscal years that have not been requested yet, are available for disbursement upon request.]

<u>State Aeronautics Account Revenue Note:</u> Revenue derived from fuel excise taxes of \$0.18/gallon on General Aviation (GA) AVGAS and \$0.02/gallon on GA jet fuel remains the only source of funding for the Division of Aeronautics. The AVGAS rate became effective in January 1994, and the GA jet fuel rate began in December 1969.

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